

American Rescue Plan Act Funds

Detroit City Council Review & Approval

Mayor's Original Proposal

- **8 appropriations with various unrelated activities**
- **City departments could move money to another project within the appropriation without City Council approval or community input**
- **City Council and Detroit residents would not be able to weigh in on the fund transfer until after the project had been put out for bid and the contract is submitted for approval**

Mayor's Original Proposal

- **Depending on the city contract process to spend over \$400M is cumbersome and would burden the City Council's legislative review process**
- **Sometimes contracts come to the City Council after work has already been performed, eliminating the City Council's ability to weigh in on the services**
- **If the City Council and residents do not agree with the fund transfer, city resources would have already been spent on the contracting process and results in a waste of tax dollars**

**What were the 8
appropriations?**

Mayor's Original Proposal - 8 Appropriations

1. Revenue Protection - \$250M

2. Blight Remediation - \$150M

- Commercial Demolition
- Industrial Demolition
- Skills for Life Work

3. Neighborhood Investments - \$100M

- Grants to Block Clubs
- Home Repairs to Seniors/Low Inc/Disab
- Vacant Property cleanouts
- Down Payment Assistance
- Streetscapes
- Alley Activation
- Neighborhood Signs

Mayor's Original Proposal - 8 Appropriations

4. Public Safety - \$50M

- **Traffic Enforcement**
- **Gun Violence**
- **Training Facility**
- **EMS Bays to Firehouse**

5. Reduce the Digital Divide - \$50M

- **Devices**
- **Access to Internet**
- **Access to Tech Support**
- **Access to IT Jobs**

Mayor's Original Proposal - 8 Appropriations

6. Intergenerational Poverty - \$100M

- **Expand Community Health Corps**
- **Skills for Life Education**
- **Targeted Employment/Wraparound services**
- **Senior Employment**
- **Create City Locator to find affordable housing**
- **Foreclosure Prevention**

Mayor's Original Proposal - 8 Appropriations

7. Parks, Recreation, Culture- \$100M

- Parks, Walking Paths, Joe Louis Greenway
- New or expanded Rec Centers
- Arts and Cultural Investments

8. Small Business Assistance - \$26M

- Motor City Match Grants
- Motor City Restore
- Off Street Parking

Current Proposal

Current Proposal

- Six week discussions with the Office of the Chief Financial Officer to address concerns
- Listened to Detroit residents
- Increased 8 large pots of money into 15 smaller pots of money with activities representing similar uses
- Consistent with the current structure of the budget

Current Proposal

- **Guarantees proper City Council and Detroit resident oversight**
- **Reallocation of dollars to address immediate and long term needs of the everyday Detroiter throughout all Detroit neighborhoods**

Current Proposal

- **Working group with the Office of the Chief Financial Officer and Detroit City Council Offices will continue to meet to discuss, monitor and advise on how the funds are spent prior to the contracts being submitted to City Council for approval**
- **All contract resolutions will be submitted with fund balances and spending history for transparency and accountability**

Current Proposal

1. Revenue Protection Fund

Funds allocated **ONLY** towards revenue losses as a result of COVID-19.

Mayor's Original Proposal	Current Proposal	Difference
\$250M	\$250M	\$0

Current Proposal

2. Blight Remediation

Funds allocated **ONLY** towards the demolition of commercial and industrial blight

Mayor's Original Proposal	Current Proposal	Difference
\$150M <i>*Included money for employment*</i>	\$95M <i>*Money for employment reallocated to Employment and Job Creation*</i>	-\$55M

Current Proposal

3. Neighborhood Investments

Funds allocated **ONLY** towards grants to block clubs, neighborhood signs and community driven expenditures.

Mayor's Original Proposal	Current Proposal	Difference
\$15.5M	\$13.5M	\$3.5M

Current Proposal

4. Neighborhood Investments II

Funds allocated **ONLY** to expand Community Health Corps and Targeted Employment/Wraparound services

Mayor's Original Proposal	Current Proposal	Difference
\$45M	\$35M	-\$10M

Current Proposal

5. Neighborhood Investments III

Funds allocated **ONLY** towards new or expanded recreation centers

Mayor's Original Proposal	Current Proposal	Difference
\$30M	\$30M	\$0

Current Proposal

6. Parks, Recreation, Culture

Funds allocated **ONLY** towards Arts and Cultural Investments, Green Initiatives, Streetscapes, Parks, Walking Paths and Joe Louis Greenway

Mayor's Original Proposal	Current Proposal	Difference
\$90M	\$41M	-\$49M

Current Proposal

7. Employment and Job Creation

Funds allocated **ONLY** towards Skills for Life Work and Education, Youth Mentoring by Detroit Seniors and Access to IT Jobs and Careers

Mayor's Original Proposal	Current Proposal	Difference
\$55M	\$105M	\$50M

Current Proposal

8. Intergenerational Poverty I

Funds allocated **ONLY** towards Home Repairs to Seniors, Low Income and Disabled Detroiters

Mayor's Original Proposal	Current Proposal	Difference
\$20M	\$30M	\$10M

Current Proposal

9. Intergenerational Poverty II

Funds allocated **ONLY** towards the creation of a city locator to assist Detroit Residents with locating affordable housing

Mayor's Original Proposal	Current Proposal	Difference
\$7M	\$7M	\$0

Current Proposal

10. Intergenerational Poverty III

Funds allocated **ONLY** towards Foreclosure Prevention and Assistance, Down Payment Assistance, Veteran's Housing Assistance and Credit Repair Assistance

Mayor's Original Proposal	Current Proposal	Difference
\$18M	\$30M	\$12M

Current Proposal

11. Neighborhood Beautification

Funds allocated **ONLY** towards Vacant Property
Cleanouts and Alley Activation

Mayor's Original Proposal	Current Proposal	Difference
\$33M	\$23M	-\$10M

Current Proposal

12. Public Safety

Funds allocated **ONLY** towards Traffic Enforcement,
Gun Violence, Training Facility and EMS Bays to
Firehouses

Mayor's Original Proposal	Current Proposal	Difference
\$50M	\$50M	\$0

Current Proposal

13. Digital Divide

Funds allocated **ONLY** towards Devices, Access to Internet and Access to Tech Support

Mayor's Original Proposal	Current Proposal	Difference
\$40M	\$45M	\$5M

Current Proposal

14. Small Business

Funds allocated **ONLY** towards Small Business Stimulus, Small Business Capacity Building, Detroit Legacy Development Stimulus and Corridor Investment

Mayor's Original Proposal	Current Proposal	Difference
\$26M	\$40M	\$14M

Current Proposal

15. Grant Matching

Funds allocated **ONLY** towards funds needed to match new grant opportunities

Mayor's Original Proposal	Current Proposal	Difference
\$0M	\$30M	\$30M

Next Steps?

Next Steps

- Referral of the Office of the Chief Financial Officer American Rescue Plan Resolution to the Budget, Audit and Finance Standing Committee during the Detroit City Council Formal Session on Tuesday, June 22, 2021.
- Detroit City Council Committee of the Whole to discuss the American Rescue Plan Act Resolution:
 - Tuesday, June 22, 2021 at 2pm

Questions, Comments and Concerns?

American Rescue Plan Act - Detroit